

# Pirtek (Burton) Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 January 2020

# **Pirtek (Burton) Limited**

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## **Pirtek (Burton) Limited**

### **Company Information**

<b>Director</b>	Mr J Guest
<b>Company secretary</b>	Mrs L A M Guest
<b>Registered office</b>	Unit 5 Canal Street Burton Upon Trent Staffordshire DE14 3TB

**Pirtek (Burton) Limited**  
**(Registration number: 5015447)**  
**Balance Sheet as at 31 January 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	68,352	60,379
<b>Current assets</b>			
Stocks	<u>6</u>	57,308	92,776
Debtors	<u>7</u>	235,152	250,172
Cash at bank and in hand		50	(21)
		292,510	342,927
<b>Creditors:</b> Amounts falling due within one year	<u>8</u>	(289,647)	(325,978)
<b>Net current assets</b>		2,863	16,949
<b>Total assets less current liabilities</b>		71,215	77,328
<b>Creditors:</b> Amounts falling due after more than one year	<u>8</u>	(61,981)	(41,451)
<b>Provisions for liabilities</b>		(7,855)	(12,197)
<b>Net assets</b>		1,379	23,680
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		1,279	23,580
<b>Shareholders' funds</b>		1,379	23,680

**Pirtek (Burton) Limited**  
**(Registration number: 5015447)**  
**Balance Sheet as at 31 January 2020 (continued)**

For the financial year ending 31 January 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 3 December 2020

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Mr J Guest

Director

# **Pirtek (Burton) Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020**

### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Unit 5 Canal Street  
Burton Upon Trent  
Staffordshire  
DE14 3TB

The principal place of business is:

Unit 4/5  
Canal Street  
Burton Upon Trent  
Staffordshire  
DE14 3TB

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

#### **Tax**

The tax expense for the period comprises deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

## **Pirtek (Burton) Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020 (continued)**

#### **2 Accounting policies (continued)**

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

#### **Tangible assets**

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### **Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	10 year straight line
Fixtures and fittings	10 year straight line
Motor vehicles	4 year straight line
Office equipment	5 year straight line

#### **Goodwill**

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### **Amortisation**

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	10 year straight line

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

## **Pirtek (Burton) Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020 (continued)**

#### **2 Accounting policies (continued)**

##### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

##### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

##### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

##### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.



## **Pirtek (Burton) Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020 (continued)**

#### **2 Accounting policies (continued)**

##### **Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

##### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

##### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

##### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### **3 Staff numbers**

The average number of persons employed by the company (including the director) during the year, was 8 (2019 - 8).

# Pirtek (Burton) Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020 (continued)

### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 February 2019	25,000	25,000
At 31 January 2020	25,000	25,000
<b>Amortisation</b>		
At 1 February 2019	25,000	25,000
At 31 January 2020	25,000	25,000
<b>Carrying amount</b>		
At 31 January 2020	-	-

# Pirtek (Burton) Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020 (continued)

### 5 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>					
At 1 February 2019	19,723	22,847	64,246	107,665	214,481
Additions	18,474	625	-	18,900	37,999
Disposals	-	-	-	(52,729)	(52,729)
At 31 January 2020	38,197	23,472	64,246	73,836	199,751
<b>Depreciation</b>					
At 1 February 2019	19,723	21,593	15,985	96,801	154,102
Charge for the year	616	418	5,548	12,336	18,918
Eliminated on disposal	-	-	-	(41,621)	(41,621)
At 31 January 2020	20,339	22,011	21,533	67,516	131,399
<b>Carrying amount</b>					
At 31 January 2020	17,858	1,461	42,713	6,320	68,352
At 31 January 2019	-	1,254	48,261	10,864	60,379

# Pirtek (Burton) Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020 (continued)

### 6 Stocks

	2020 £	2019 £
Raw materials and consumables	57,308	92,776

### 7 Debtors

	2020 £	2019 £
Trade debtors	177,918	188,578
Prepayments	55,985	60,345
Other debtors	1,249	1,249
	235,152	250,172

### 8 Creditors

#### Creditors: amounts falling due within one year

	Note	2020 £	2019 £
<b>Due within one year</b>			
Loans and borrowings	9	70,459	72,058
Trade creditors		136,165	161,692
Taxation and social security		36,608	29,831
Accruals and deferred income		46,415	35,424
Other creditors		-	26,973
		289,647	325,978

#### Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
<b>Due after one year</b>			
Loans and borrowings	9	61,981	41,451

# Pirtek (Burton) Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020 (continued)

### 9 Loans and borrowings

	2020 £	2019 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	34,934	27,715
HP and finance lease liabilities	7,128	13,736
Directors loan account	19,919	-
	<u>61,981</u>	<u>41,451</u>

	2020 £	2019 £
<b>Current loans and borrowings</b>		
Bank borrowings	21,599	15,118
Bank overdrafts	42,252	41,663
Hire purchase liabilities	6,608	15,277
	<u>70,459</u>	<u>72,058</u>

### 10 Dividends

#### Interim dividends paid

	2020 £	2019 £
Interim dividend of £180 (2019 - £268) per each Ordinary Shares	18,000	26,829
	<u>18,000</u>	<u>26,829</u>

### 11 Related party transactions

#### Directors' remuneration

The director's remuneration for the year was as follows:

	2020 £	2019 £
Remuneration	15,884	15,913
Contributions paid to money purchase schemes	252	168
	<u>16,136</u>	<u>16,081</u>

Castle Hill Avenue

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